

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 791 – HB 2039**

March 23, 2009

**SUMMARY OF BILL:** Earmarks certain sales tax revenue for the construction and maintenance of the French Broad River Wastewater Pipeline and for modernization and additions to existing wastewater facilities and projects as approved by the U.S. Environmental Protection Agency or the State of Tennessee.

**ESTIMATED FISCAL IMPACT:**

**Decrease State Revenue - \$3,140,000**

**Increase Local Revenue - \$3,140,000**

Assumptions:

- According to the Department of Revenue (DOR), current allocations are frozen at FY99-00 levels, which is \$2,080,560 for Gatlinburg and \$3,468,451 for Pigeon Forge.
- According to DOR, these two municipalities would have received increased apportionments totaling \$3,140,000 in FY07-08 if the current allocations were not frozen at FY99-00 levels.
- Such increased apportionments remain constant in subsequent years.
- The decrease to state revenue is estimated to be \$3,140,000 per year; the increase to local government revenue is estimated to be \$3,140,000 per year.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/rnc